PAUL, WEISS, RIFKIND, WHARTON & GARRISON LLP

1285 AVENUE OF THE AMERICAS NEW YORK, NEW YORK 10019-6064

TELEPHONE +212+373-3000

LLOYD K GARRISON (1946-1991) SIMON H RIFKIND (1950-1995) LOUIS S WEISS (1927-1950) LOUIS S WEISS JOHN F WHARTON (1927-1977)

WRITER'S DIRECT DIAL NUMBER

(212) 373-3163

WRITER 5 DIRECT FACSIMILE

(212) 373-2621

WRITER'S DIRECT E-MAIL ADDRESS

jaycohen@paulweiss.com

UNIT 3601 OFFICE TOWER A. BEIJING FORTUNE PLAZA NO 7 DONGSANHUAN ZHONGLU CHAOYANG DISTRICT BEIJING (00020

PEOPLE S REPUBLIC OF CHINA TELEPHONE (86-10: 5828-6300

12TH FLOOR HONG KONG CLUB BUILDING 3A CHATER ROAD CENTRAL HONG KONG TELEPHONE (852, 2846-0300

> ALDER CASTLE 10 NOBLE STREET LONDON EC2V 7JU UK TELEPHONE (44 20) 7367 1600

FUKOKU SEIMEI BUILDING 2-2 UCHISAIWAICHO 2-CHOME CHIYODA-KU TOKYO 100-0011 JAPAN TELEPHONE :81 3: 3597-8101

TORONTO-DOMINION CENTRE 77 KING STREET WEST SUITE 3100 PO BOX 226 TORONTO ONTARIO M5K 1J3 TELEPHONE (416) 504-0520

> 2001 K STREET NW WASHINGTON, DC 20006-1047 TELEPHONE (202) 223-7300

500 DELAWARE AVENUE SUITE 200 POST OFFICE BOX 32 WILMINGTON DE 19899-0032 TELEPHONE (302) 655-4410

MATTHEW W ABBOTT EDWARD T ACKERMAN JACOB A ADLERSTEIN ALLAN J ARFFA TEN ROBERT A ATKINS DAVID J BALL SCOTT A BARSHAY JOHN F BAUGHMAN LYNN B BAYARD CRAIG A BENSON MITCHELL L BERG MARK S BERRINCK JOSEPH J BIAL CRAIG A BENSON
MITCHELL L BERG
MARK S BERGMAN
DOSEPH J BIAL
M BERNICK
JOSEPH J BIAL
M BOEHNICK
JOSEPH J BIAL
M BOEHNICK
JAMES L BROCHIN
DAVID W BROWN
SUSANNA M BUERGEL
PATRICK S CAMPBELL
JESSICA S CAREY
JEANETTE I CHAN
GEOFFREY R CHEPIGA
ELLEN N CHING
WEWIS A CLAYTON
JAY COHEN
CHARLES L CANTON
JAY COHEN
M A CLAYTON
JAY COHEN
CHARLES E DAVIDOW
THOMAS V DE LA BASTIDE III
ARIEL J DECKELBAUM
ALICE BELISLE EATON
ANDREW J EHRLICH
GEOGRA J CHARLES
MARIEL J DECKELBAUM
ALICE BELISLE EATON
ANDREW J EHRLICH
GEOGRA J FINCH
GREGORY A FIELDSTON
NADREW J EHRLICH
GREGORY A FIELDSTON
ROBERT OF JINKELSTEIN
BRIAN P FINNEGAN
ROBERT OF FINCH
BRAD J FINKELSTEIN
BRIAN P FINNEGAN
ROBERT OF FIELD
MANDEL S FREY
ANDREW L GAINES
KENNETH A GALLO
MICHAEL E GERTTMAN
HARRIS B FREIDUS
MANUEL S FREY
ANDREW L GAINES
KENNETH A GALLO
MICHAEL E GERTTMAN
ADAM M GIVERTZ
SALVATORE GOGLIORMELLA
ROBERT D GOLDBAUM
NELLEGOLDMAN
MANUEL S HEGODOAL
L ERIC GOODDISON
CHARLES H GOOGE JR
ANDREW G GORDON
UDI GROFMAN
NICHAELS H GOOGE JR
ANDREW G GORDON
UDI GROFMAN
MICHAEL S HERNINAN
MICHAEL S HERNINAN
MICHAEL S HERNINAN
MICHAEL S HUNTINGTON
AMRAN HUSSEIN
LOVETTA A IPPOLITO
JAREN JANGHORBAN
BRIAN M JANSON
MEREDITH J KANE
NOT ADMITTED TO THE NEW YOPK B.

JOHN C. KENNEDY
BRIAN KIM
DAVID M. KLEIN
ALAN W. KORNBERG
DANIEL J. KRAMER
DAVID K. LAKHDHIR
STEPHEN P. LAMB*
JOHN E. LANGE
GREGORY F. LAUFER
BRIANC F. LAUFER
DAVID GREG LIU
JEFFREY D. MARELL
MARCO V. MASOTTI
EDWIN S. MAYNARD
DAVID W. MAYO
ELIZABETH R. MCCOLM
MARK F. MENDELSOHN
CLAUDINE MEREDITH-GOUJON
WILLIAM B. MICHAEL
JUDIE NG SHORTELL*
CATHERINE NYARADY
JANE B. O BRIEN

WILLIAM B MICHAEL
JUDIE NG SHORTELL*
CATHERINE NYARADY
JANE B O BRIEN
ALEX YOUNG IK OH
BRADR OKUN KE
RELEY OF RADWANER
CARLLE FEISNER
WALTER G RICCIARDI
WALTER RIEMAN
RICHARDA ROSEN
RICHARDA ROSEN
ANDREW N ROSENBERG
JACQUELINE P RUBIN
CHARLES FERE
LORINE RUBIN
CHARLES FERE
RUBIN
CHARLES FERE
LIZABETH M SACKSTEDER
JEFFREY D SAFERSTEIN
DALE M SARRO
TERRYE SCHIMER
LORINETH M SCHNEIDEP
ROBERT B SCHUMER
JEFFREY B SAMUELS
DALE M SARRO
TERRYE SCHIMER
MOSES SILVERMAN
STEVEN SIMMIN
JOSEPH J SIMMONS
AUDRA J SILVERMAN
STEVEN SIMMIN
JOSEPH J SIMONS
AUDRA J SILVERMAN
STEVEN SIMMIN
JOSEPH J SIMONS
AUDRA J SOLOWAY
SCOTT M SONTAG
TARUN M STEWART
RICHARD C TARLOWE
MONICA K THURMOND
DANIEL J TOAL
LIZA M VELAZOUEZ
LAWRENCE G WEE
THEODORE V WELLS JR
STANEN
JORDAN SYNNOTT
RICHARD C TARLOWE
MONICA K THURMOND
DANIEL J TOAL
LIZA M VELAZOUEZ
LAWRENCE G WEE
THEODORE V WELLS JR
STANEN
JULIA MASON WOOD
JENNIFER H WU
DETTY YAP*
JORDAN E YARETT
KAYE N YOSHINO
TONGU J ZACCONE
TAURIEM ZEITZER
T ROBERT ZOCHOWSKI JR

-NOT ADMITTED TO THE NEW YORK BAR

By Hand Delivery

January 23, 2017

Federal Communications Commission 445 12th Street, SW Washington, DC 20554

> Re: Game Show Network, LLC v. Cablevision Systems Corporation,

> > MB Docket No. 12-122, File No. CSR-8529-P

To the Commission:

Pursuant to Section 1.277 of the Commission's Rules, 47 C.F.R. § 1.277(c), we write to request oral argument on Cablevision Systems Corporation's ("Cablevision") Exceptions to the Initial Decision of the Chief Administrative Law Judge ("ALJ") in the above-captioned action.

Cablevision respectfully submits that oral argument will assist the Commission in assessing the complex factual and legal issues presented by this case. As the Commission noted in connection with its order extending the page limit for briefing, "[t]he Initial Decision is based on a large record and addresses a number of complex factual and legal questions related to carriage of video programming."

See Game Show Network, LLC v. Cablevision Sys. Corp., Order, DA 16-1393 (OGC rel. Dec. 15, 2016).

As the briefing on the Exceptions reveals, there are sharp differences between the positions advanced by Cablevision and Game Show Network, LLC ("GSN") that would benefit from oral argument before the Commission. Those differences include the following:

- **Standard of Review:** Cablevision submits that it is entitled to a full *de novo* review of the Initial Decision by the Commission, particularly because the case does not turn on assessments of witness credibility to which the ALJ is afforded a degree of deference. GSN has argued for a more deferential review, an argument which we believe to be contrary to the law.
- **Direct Evidence Standard:** The ALJ applied a new, incorrect standard for "direct" evidence of discrimination predicated merely upon Cablevision's purported disparate treatment of affiliated and non-affiliated networks, a standard that GSN urges the Commission to adopt. By contrast, as we show in the Exceptions, Commission precedent is clear that direct evidence of discrimination consists of only "smoking gun" evidence that *compels* the conclusion that an MVPD discriminated on the basis of affiliation. And, contrary to the position advanced by GSN, nothing in Section 616 requires an MVPD to consider taking an adverse carriage action against its affiliated networks before doing so to a non-affiliated network. GSN wrongly argues that Cablevision was so obligated.
- **Tennis Channel:** The ALJ fundamentally erred in failing to apply the governing "net benefit" test from the D.C. Circuit's *Tennis Channel* opinion. GSN urges the Commission to correct the ALJ's error by arguing for a three-prong alternative test that *Tennis Channel* did not establish and that, in any case GSN cannot meet.
- **Similarly Situated:** In finding there to be circumstantial evidence of carriage discrimination, the ALJ failed to consider all of the relevant factors laid out by the Commission in determining network similarity. GSN urges the Commission to affirm the ALJ's cherry-picking of the evidence. However, a *de novo* review of the entire record that GSN seeks to avoid reveals that the ALJ ignored a number of critical factors expressly identified in Commission rules and prior program carriage cases that, if considered, lead to the conclusion that GSN is not similarly situated to WE to or any other network that was affiliated with Cablevision.
- Unreasonable Restraint: There is no substantial evidence to support the ALJ's finding that GSN's ability to compete was unreasonably restrained by Cablevision's carriage decision. GSN's contentions concerning harm fly in the face of the clear evidence demonstrating that GSN otherwise is a thriving fully distributed network with increased subscribership, revenues, and profits.
- **First Amendment**: Because Cablevision is no longer vertically integrated with any affiliated network as a result of a post-trial corporate transaction separating it from the networks that the ALJ (erroneously) found to be similarly situated to GSN, there

remains no conceivable substantial government interest in regulating Cablevision's speech to protect GSN from any prospective harm arising from vertical integration. Accordingly the ALJ's carriage remedy, a forward-looking injunction, is not supportable.

* * *

Cablevision stands ready to present argument on these and any other issue at the convenience of the Commission.

Respectfully submitted,

Jay Cohen

Counsel for Cablevision Systems Corporation

cc: Counsel of Record (by email)